

GRAYSON

COUNTY

State Bank

SHERMAN, TEXAS

July 14, 1969

FROM: Charles A. Spears
TO: Letters to the Editor
SUBJECT: The Real War in Economics

Wouldn't Russia be awfully dumb if they said anything or did anything which might slow our spending on militarism--for we are in the trap they set for us with subterfuge and intrigue whereby we are encouraged to spend (\$5 U.S.A. to \$1 U.S.S.R.) ourselves into bankruptcy on militarism. They recognize the real world struggle is in economic influence and that science has made actual war between sophisticated nations impossible without killing all life on earth--Strontium 90 makes such war untenable, and defense heat seeking weapons overrule any ships or planes.

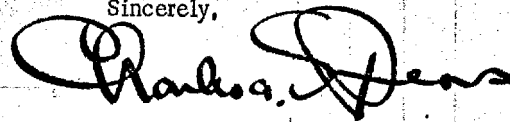
As far as North VN. and South VN--and their grafting neighbors are concerned--none of these crooks want our war amongst them to stop--we rescued them from oblivion with our crackpot Dulles theories and are dumping 40 billion \$ per year (counting C.I.A.) into their areas. Hell no--they won't agree to any secession of hostilities without counter agreement for more dollars.

We are committing economic suicide with the monetary shortage intended to stop inflation caused by keeping 1,700,000 troupes overseas one-fourth of a century after W.W. II--with 2,000 overseas bases versus none for the Russians.

Russia cannot win the economic war except by our continuing this folly. We are presently importing capital from a world starved for industrial investment which is not only insane--it is immoral.

Our policies (C.I.A.) of military repression has destroyed democracy in all but two South American nations and in Greece where it (democracy) started 3,000 years ago. We are insuring world revolution and inviting domestic insurrection with our insane monetary policy (started in '53 and amplified in '63) due to the extraordinary popular delusion of military force being the answer. Damn!

Sincerely,



Charles A. Spears
Chairman of the Board

CAS/pw

GRAYSON

COUNTY

State Bank

SHERMAN, TEXAS

June 20, 1969

FROM: Charles A. Spears
TO: Letters to the Editor
SUBJECT: Inflation

Great God--why can't we tell the truth about inflation and monetary disability:

1. Ike turned the monetary policy over to the five New York banks. They upset the whole program of ample money and low interest--gave the open market committee operation back to the Federal Reserve from the Treasury Department where Roosevelt had put it.
2. From 1953 to 1961 the money supply was dried up from 50% of Gross National Product to 30% (now 20%) and we declined to 45th amongst the nations in annual economic gain.
3. Inflation is caused by a supply shortage cumulation of deficit ⁱⁿ production expansion--due to insane monetary limitation since 1953--and--by the simple fact that almost any spending creates both a supply and a demand--but military spending creates only a demand--and military spending has doubled since 1962.
4. Now when the expansion of production facilities for a supply factor is 15 years behind--we further tighten the screws and create a worse inflation potential.
5. The unheroes of our time: John and Allen Dulles--William Martin and Milton Friedman--with the assistance of 1% of the banks who have 96% of the deposits (put another way 99% of the banks have only 4% of the deposits).

Inflation--it can be stopped so easily by getting the military numbers and budget back to 1962. Then increasing the production for use facilities by fixing an annual monetary increase on a percentage of Gross National Product basis--to take up the unemployment slack of the military cut.

We have let Germany and Japan have the economic growth we were entitled to. The inane immorality of all of this is that the world's richest economy (U. S. A.) is now importing capital from a world in revolt for need of industrial investment. What could benefit our adversaries more? We are virtually committing economic suicide.

With regrets,

Charles A. Spears

Charles A. Spears
Chairman of the Board
33 years in banking

GRAYSON

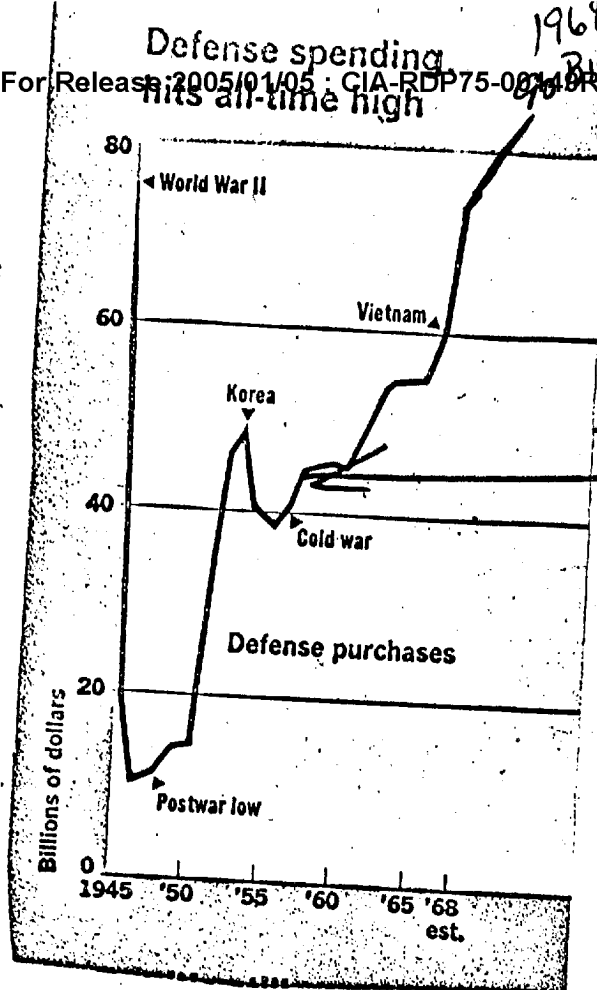
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P.S. Japan is the world's fastest growing economy because its central bank organized in 1870 (44 years before our Federal Reserve) has only one power--that of discounting. In Japan, which is projected to exceed U.S.A. in per capita product by 1979, the banks can make more loans for production than they have deposits. And please consider that the Japanese have no domestic source of energy, no fibers, no metals, and insufficient food. But, also, they have no illiteracy and no unemployment.



CUT BACK TO
HERE OR
FACE SELF DEFEAT
LIKE 16TH Century SPAIN.

HOW BIG IS a billion dollars? Perhaps you've wondered as you've seen stories of government costs and the like. Here's a clipping that will answer the question for you:

During recent years we have become conditioned to annual federal budgets in the \$100 billion range, but it is a mighty safe bet that very few taxpayers can begin to visualize so vast a sum.

In trying to visualise such a sum Columnist Sylvia Porter has provided some down-to-earth examples of just what a \$100 billion amounts to. Here is one of them:

If a corporation had started business with \$100 billion in the year 1 A. D. and had managed so dreadfully that it lost \$100,000 a day, it could still have enough left of the original \$100 billion to continue operating and to continue losing \$100,000 a day for 776 years.

From the desk of —
CHARLES A. SPEARS

To Congress + Senators

FOR GOD'S
SAKE ARE you going to cut
JUST \$5 BILLION on military as
the WAR ~~WAS~~ ^{PROFEERING} MONTHPIECE FORTUNE
estimates — or \$50 BILLION

as you should? We would still be
spending double the U.S.S.R.'s 18 BILLION \$.
People don't understand
How much 90 BILLION IS — the TOP

100 corporations in U.S.A. have a capitaliza-

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50% OF G.N.P. THINK !

★
THINK

MEMO

From the Desk of
CHARLES A. SPEARS

SUGGESTIONS FOR REFORMATION

TO: PAT MOYNIHAN

Please GIVE TO
Pres NIXON.

- ① UNIFY MILITARY Service — one School only.
- ② RESTRICT C.I.A. to INFO gathering ONLY.
- ③ Reduce overseas Bases by 50% and
Phasing MIL. contract Delivery
- ④ LIMIT Fed. Res. To DISCOUNTING
Power ONLY — LIKE JAPAN Cent. Bk.
- ⑤ GET MILIT. BACK TO 1962 in
numbers and BUDGET.
- ⑥ STOP guaranteeing Price of GOLD —
Computer Evaluate FOREIGN exch.
- ⑦ Concentrate on EDUCATION and
New CITIES — AND STOPPING POLLUTION
- ⑧ Demand monetary change — Money
AT Fixed % of G.N.P. — CONSTANT.
- ⑨ SUBSIDIZE Production Relations
Non Prod. — IN AGRIC.

CAS. 6/19/69

 **GRAYSON COUNTY
STATE BANK**
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